

Financial Plan July 2018
Mental Illness and Drug Dependency (MIDD) Fund / 00001135

Category	2015-2016 BTD Actuals ¹	2017-2018 Adopted Budget ²	2017-2018 Current Budget ³	2017-2018 Biennial-to-Date Actuals ⁴	2017-2018 Estimated ⁵	2019-2020 Agency Proposed	2021-2022 Projected ⁶
Beginning Fund Balance	16,257,983	11,869,049	15,674,183	15,674,183	15,674,183	13,937,265	13,436,014
Revenues							
Local	119,406,150	133,955,045	133,955,045	104,313,113	134,878,755	145,705,056	155,757,017
Other	401,527	117,953	117,953	190,641	117,953	117,954	125,267
Total Revenues	119,807,677	134,072,998	134,072,998	104,503,754	134,996,708	145,823,010	155,882,284
Expenditures							
Salaries, Wages & Benefits	(23,802,164)	(20,783,042)	(20,783,042)	(14,166,710)	(20,783,042)	(25,479,315)	(26,906,157)
Supplies and Other	(106,454)	(166,213)	(166,213)	(94,227)	(166,213)	(111,012)	(117,340)
Contracted Services	(80,130,061)	(86,845,403)	(89,777,457)	(60,420,074)	(89,671,083)	(94,129,903)	(99,495,307)
Intergovernmental Services	(7,195,623)	(5,355,312)	(5,355,312)	(2,126,758)	(5,355,312)	(3,900,300)	(4,118,717)
Interfund Transfers	(9,157,175)	(20,757,976)	(20,757,976)	(16,072,874)	(20,757,976)	(22,703,731)	(23,975,140)
Total Expenditures	(120,391,477)	(133,907,946)	(136,840,000)	(92,880,643)	(136,733,626)	(146,324,261)	(154,612,661)
Estimated Under Expenditures							
Other Fund Transactions							
GAAP Adjustment							
Total Other Fund Transactions	-	-	-	-	-	-	-
Ending Fund Balance	15,674,183	12,034,101	12,907,181	27,297,295	13,937,265	13,436,014	14,705,638
Reserves							
Revenue Reserves ⁷	(6,268,823)						
Services Stabilization Reserve ⁸	(895,000)						
Emerging Issues Reserve ⁹		(1,316,000)	(1,014,000)	(1,014,000)	(1,014,000)	(1,300,000)	(1,300,000)
Reappropriation Reserve ¹⁰	(2,455,000)	(2,455,000)	-	-	-		
Medicaid Reconciliation Reserve ¹¹			(300,000)	(300,000)	(300,000)		
Reserve for 2016 invoices and Intensive Case Management ¹²			(802,915)	(275,000)			
Reserve for System Incentives and Core Services ¹³					(726,091)		
Rainy Day Reserve (60 days) ¹⁴	(4,554,134)	(11,158,996)	(11,403,333)	(11,403,333)	(11,394,469)	(12,193,688)	(12,884,388)
Total Reserves	(14,172,957)	(14,929,996)	(13,520,248)	(12,992,333)	(13,434,560)	(13,493,688)	(14,184,388)
Reserve Shortfall	-	2,895,895	613,068	-	-	57,674	-
Ending Undesignated Fund Balance	1,501,226	-	-	14,304,961	502,705	-	521,249

Financial Plan Notes

- ¹ 2015-2016 Biennial-to-Date Actuals reflects actual revenues and expenditures as of 12/31/2016, using EBS report GL_010.
- ² 2017-2018 Adopted Budget reflects the council approved budget per ordinance 18409.
- ³ 2017-2018 Current Budget reflects the council approved budget per ordinance 18409 and 2017 supplemental per ordinance 18544. Also reflects November 2017 council ordinance 18602 to add one-time funding of \$102,000 to District Court MIDD for Community Court Planning, \$200,000 to DCHS MIDD for Safe Places. Revenues reflect July 2018 OEFA forecast (not updated in EBS).
- ⁴ 2017-2018 Biennial-to-Date Actuals reflects actual revenues and expenditures as of 7/31/2018, using EBS report(s)
- ⁵ 2017/18 Estimated is adjusted for the recently approved supplemental and reflects updated revenue forecast per the July 2018 OEFA forecast.
- ⁶ Out year projections assume revenue growth per March 2018 OEFA forecasts and King County Office of Performance, Strategy and Budget planning assumptions. We have applied the March 2018 PSB biennial planning assumptions to Blended Labor (21-22, 5.6%); Internal Service Rates (21-22, 5.6%), Supplies, Contracted Services & Interfund Transfers (21-22, 5.7%).
- ⁷ Revenue Reserve is equal to 5.25% of MIDD tax receipts. In 2017-2018 the fund will switch to a 60 day expenditure reserve (see also footnote 14).
- ⁸ The Services Stabilization Reserve is designated to fund MIDD 1 services during transition to MIDD 2 to avoid service disruptions for vulnerable populations.
- ⁹ Funding in the Emerging Issues Reserve will be appropriated by Council on an as-needed basis through the supplemental process. The Emerging Issues Reserve was reduced to reflect the November supplemental ordinance 18602 adding one-time funding of \$102,000 to District Court MIDD for Community Court Planning and \$200,000 to DCHS MIDD for Safe Place.
- ¹⁰ The Reappropriation Reserve sets aside unspent dollars from council approved supplemental requests approved in 2016 to be fully expended in 2017. These requests were approved in ordinance 18544 and are now shown as an increase to the current budget.
- ¹¹ A Medicaid Reconciliation Reserve has been created for initiatives with a lower Medicaid proportion than formally budgeted.
- ¹² Reserve for 2016 invoices received in 2017 and for Intensive Case Management in 2018.
- ¹³ Reserve for Core Services (August to December 2018). due to the uncertainty around Medicaid rates these funds may be utilized to maintain core services.
- ¹⁴ The Rainy Day Reserve is to provide a 60 day expenditure reserve in case operations are reduced or closed down. This plan was updated by DCHS staff on 8/14/2018.